



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Accept Quarterly Investment Account report as required by law SB564

MEETING DATE: February 7, 2001

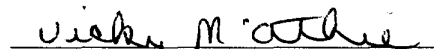
PREPARED BY: Deputy Treasurer

RECOMMENDED ACTION: That the City Council by motion/action accept the quarterly report of the City of Lodi pooled money investment account as required by SB564.

BACKGROUND INFORMATION: The investment report is currently included in the monthly executive report distributed to Council. SB564 required local agency treasurers to submit a report on investments at a public meeting. The City of Lodi has an investment policy, which is submitted to council for approval on an annual basis. Copies of the policy are available in the Finance Department. In addition to the quarterly report on investments in the City of Lodi pooled money investment account, a breakdown Treasury Inventory by type has been included in a chart format. Also included is the most current report of the Local Agency Summary of Investment Data and the State of California pooled money investment account market valuation.

The City of Lodi maintains membership in the California Municipal Treasurers Association and conforms to guide lines set forth by the CMTA investment report committee. The Finance Department will continue to include the investment report monthly as part of the executive report.

FUNDING: None.


Vicky McAthie
Finance Director/Treasurer

APPROVED: _____


H. Dixon Flynn -- City Manager



City of Lodi
Portfolio Management
Portfolio Summary
December 31, 2000

City of Lodi
 212 W. Pine St.
 Lodi, CA 95240
 (209)333-6800

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	9,910,000.00	9,910,000.00	9,910,000.00	32.05	1	1	6.450	6.540
Certificates of Deposit - Bank	3,300,000.00	3,300,000.00	3,300,000.00	10.67	361	209	6.367	6.456
Passbook/Checking Accounts	3,215,783.75	3,215,783.75	3,215,783.75	10.40	1	1	0.000	0.000
Corporate Medium Term Note	1,020,000.00	1,021,570.80	990,410.86	3.20	1,056	868	7.151	7.250
Federal Agency Issues - Coupon	12,500,000.00	11,585,340.00	12,500,000.00	40.43	1,023	485	6.025	6.109
Treasury Securities - Coupon	1,000,000.00	1,005,000.00	999,561.15	3.23	626	272	6.342	6.430
Investments	30,945,783.75	30,037,694.55	30,915,755.76	100.00%	507	255	5.618	5.696
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	0.00	0.00	0.00		0	0	0.000	0.000
Accrued Interest at Purchase		50,180.32	50,180.32					
Subtotal		50,180.32	50,180.32					
Total Cash and Investments	30,945,783.75	30,087,874.87	30,965,936.08		507	255	5.618	5.696
Total Earnings								
	December 31 Month Ending	Fiscal Year To Date						
Current Year	173,676.37	1,029,910.26						
Average Daily Balance	34,808,227.42	35,815,694.77						
Effective Rate of Return	5.87%	5.70%						

Based on the approved budget and to the extent the budget is adhered to, liquidity is available for the next three to six months. Union Bank of California is the source of market valuation.

Marcella Maxine Cadwallader 1-11-01
 Marcella Maxine Cadwallader, Revenue Manager/Deputy Treas.

City of Lodi
Portfolio Management
Portfolio Details - Investments
December 31, 2000

Page 2

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Local Agency Investment Funds											
LAIF	1000	Local Agency Invest. Fund			8,910,000.00	8,910,000.00	8,910,000.00	6.540	6.540	1	
LPIC	1001	Local Agency Inv Fund (LPIC)			1,000,000.00	1,000,000.00	1,000,000.00	6.540	6.540	1	
Subtotal and Average			13,877,741.94		9,910,000.00	9,910,000.00	9,910,000.00		6.540	1	
Certificates of Deposit - Bank											
WEST	33	Bank of the West		04/17/2000	100,000.00	100,000.00	100,000.00	5.750	5.830	106	04/17/2001
FM06	34	Farmers and Merchants Bank		05/05/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.240	6.327	126	05/07/2001
FM08	38	Farmers and Merchants Bank		09/29/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.500	6.590	273	10/01/2001
FM07	37	Farmers & Merchants		09/27/2000	1,000,000.00	1,000,000.00	1,000,000.00	6.500	6.590	269	09/27/2001
GUAR	27	Guaranty Federal Bank		01/11/2000	100,000.00	100,000.00	100,000.00	5.970	6.053	10	01/11/2001
	39	Bank of Lodi		10/11/2000	100,000.00	100,000.00	100,000.00	6.000	6.083	98	04/09/2001
Subtotal and Average			4,203,225.81		3,300,000.00	3,300,000.00	3,300,000.00		6.456	209	
Passbook/Checking Accounts											
BACK	4003	Bank of America		07/01/2000	351,982.42	351,982.42	351,982.42		0.000	1	
	4000	Farmers & Merchants			2,863,801.33	2,863,801.33	2,863,801.33		0.000	1	
Subtotal and Average			2,237,795.79		3,215,783.75	3,215,783.75	3,215,783.75		0.000	1	
Corporate Medium Term Note											
36962GSY1	35	Higgins Capital Management, In		06/27/2000	1,020,000.00	1,021,570.80	990,410.86	5.880	7.250	868	05/19/2003
Subtotal and Average			989,926.94		1,020,000.00	1,021,570.80	990,410.86		7.250	868	
Federal Agency Issues - Coupon											
3133MAKW	28	FEDL HOME LOAN MTG CORP		01/24/2000	1,000,000.00	1,000,310.00	1,000,000.00	7.010	7.010	753	01/24/2003
3133M7SQO	11	Federal Home Loan Bank		03/08/1999	1,000,000.00	995,780.00	1,000,000.00	5.570	5.570	431	03/08/2002
3133M8WC4	14	Federal Home Loan Bank		06/09/1999	1,000,000.00	997,190.00	1,000,000.00	6.040	6.040	707	12/09/2002
3133M4TB9	1	Federal Home Loan Bank (call)		07/09/1998	500,000.00	499,530.00	500,000.00	5.910	5.910	189	07/09/2001
3133M7LKO	10	Federal Home Loan Bank (call)		02/26/1999	1,000,000.00	994,220.00	1,000,000.00	5.550	5.550	602	08/26/2002
3133M93F7	15	Federal Home Loan Bank (call)		06/28/1999	1,000,000.00	1,006,610.00	1,000,000.00	6.175	6.175	543	06/28/2002
3133M9WU2	23	Federal Home Loan Bank (call)		09/28/1999	1,000,000.00	102,660.00	1,000,000.00	6.250	6.250	270	09/28/2001
3133MAVS5	30	Federal Home Loan Bank (call)		03/01/2000	1,000,000.00	1,000,000.00	1,000,000.00	7.120	7.120	424	03/01/2002
3133M6NQ7	5	Federal Home Loan Bank (call)		12/03/1998	1,000,000.00	995,310.00	1,000,000.00	5.580	5.580	518	06/03/2002
3133MBYR2	36	Fedl Home Loan Bank Cons Bd		08/28/2000	1,000,000.00	1,001,250.00	1,000,000.00	7.000	7.000	604	08/28/2002
31364GR43	12	Fannie Mae callable note		05/17/1999	1,000,000.00	996,560.00	1,000,000.00	5.760	5.760	501	05/17/2002
31364GLG2060	6	Fannie Mae callable note		12/15/1998	1,000,000.00	995,620.00	1,000,000.00	5.350	5.350	350	12/17/2001
31364G7G8	22	Fannie Mae Bullet		09/22/1999	1,000,000.00	1,000,300.00	1,000,000.00	6.000	6.000	266	09/24/2001

Portfolio CITY
AP

Run Date: 01/11/2001 - 08:28

PM (PRF_PM2) SymRept V5.01f

City of Lodi
Portfolio Management
Portfolio Details - Investments
December 31, 2000

Page 3

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Subtotal and Average			12,500,000.00		12,500,000.00	11,585,340.00	12,500,000.00		6.109	485	
Treasury Securities - Coupon											
912827Z54	25	U. S. Treasury Notes		01/13/2000	1,000,000.00	1,005,000.00	999,561.15	6.375	6.430	272	09/30/2001
Subtotal and Average			999,536.95		1,000,000.00	1,005,000.00	999,561.15		6.430	272	
Total Investments and Average			34,808,227.42		30,945,783.75	30,037,694.55	30,915,755.76		5.696	255	

**City of Lodi
Portfolio Management
Portfolio Details - Cash
December 31, 2000**

Page 4

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity
Accrued Interest at Purchase						50,180.32	50,180.32			
Subtotal						50,180.32	50,180.32			
Total Cash and Investments			34,808,227.42		30,945,783.75	30,087,874.87	30,965,936.08		5.696	255

City of Lodi
Portfolio Management
Investment Activity By Type
December 1, 2000 through December 31, 2000

Page 5

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Sales/Maturities or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
LAIF	1000	Local Agency Invest. Fund	6.540		1,800,000.00	1,000,000.00	
LPIC	1001	Local Agency Inv Fund (LPIC)	6.540		0.00	4,000,000.00	
		Subtotal			1,800,000.00	5,000,000.00	9,910,000.00
Certificates of Deposit - Bank							
FM04	20	Farmers and Merchants Bank	5.250	12/29/2000	0.00	1,000,000.00	
		Subtotal			0.00	1,000,000.00	3,300,000.00
Passbook/Checking Accounts (Monthly Summary)							
BACK	4003	Bank of America			444,926.95	494,600.42	
	4000	Farmers & Merchants			12,653,282.78	11,593,021.75	
		Subtotal			13,098,209.73	12,087,622.17	3,215,783.75
Corporate Medium Term Note							
		Subtotal					990,410.86
Federal Agency Issues - Coupon							
		Subtotal					12,500,000.00
Treasury Securities - Coupon							
		Subtotal					999,561.15
		Total			14,898,209.73	18,087,622.17	30,915,755.76

City of Lodi
Portfolio Management
Investment Activity Summary
December 1999 through December 2000

Page 6

Month End	Year	Number of Securities	Total Invested	Yield to Maturity		Managed Pool Rate	Number of Securities Purchased	Number of Securities Matured / Sold	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
December	1999	21	35,762,625.85	5.294	5.367	5.498	1	1	327	244
January	2000	22	33,716,360.45	5.513	5.590	5.639	4	3	397	297
February	2000	22	32,434,508.18	5.423	5.498	5.639	0	0	413	294
March	2000	23	30,996,478.69	5.488	5.564	5.639	2	1	455	321
April	2000	23	32,740,970.53	5.571	5.649	5.851	1	1	431	289
May	2000	24	33,070,508.56	5.530	5.607	5.851	1	0	437	281
June	2000	24	41,571,248.71	4.935	5.003	6.190	1	1	366	236
July	2000	24	32,586,090.09	5.726	5.805	6.180	1	0	467	284
August	2000	25	33,370,283.06	5.835	5.916	6.180	1	0	478	283
September	2000	25	34,419,777.82	5.714	5.793	6.180	2	2	468	279
October	2000	26	35,810,005.78	5.363	5.438	6.297	1	0	451	253
November	2000	26	34,104,083.59	5.825	5.906	6.470	0	0	473	249
December	2000	25	30,915,755.76	5.618	5.696	6.540	0	1	507	255
Average		24	33,961,438.24	5.526%	5.602%	6.012	1	1	436	274

City of Lodi
Portfolio Management
Distribution of Investments By Type
December 1999 through December 2000

Page 7

Investment Type	December 1999	January 2000	February 2000	March 2000	April 2000	May 2000	June 2000	July 2000	August 2000	September 2000	October 2000	November 2000	December 2000	Average by Period
Local Agency Investment Funds	55.4	51.3	47.8	42.3	45.0	41.5	39.3	40.8	40.5	39.2	34.7	38.4	32.1	42.2%
Certificates of Deposit - Bank	14.5	12.5	13.0	13.6	12.8	15.7	10.1	12.9	12.6	12.2	12.0	12.6	10.7	12.7%
Certificates of Deposit - S & L														
Passbook/Checking Accounts	3.5	2.1	3.8	3.9	4.0	5.0	18.2	4.9	3.6	6.5	12.9	6.5	10.4	6.6%
Corporate Medium Term Note							2.4	3.0	3.0	2.9	2.8	2.9	3.2	1.5%
Commercial Paper - Interest Bearing														
Repurchase Agreements														
Federal Agency Issues - Coupon	26.6	31.1	32.4	37.1	35.1	34.8	27.7	35.3	37.5	36.3	34.9	36.7	40.4	34.3%
Treasury Securities - Coupon		3.0	3.1	3.2	3.1	3.0	2.4	3.1	3.0	2.9	2.8	2.9	3.2	2.7%
Mortgage Backed Securities														
Bankers Acceptances -Amortizing														
Commercial Paper Disc. -Amortizing														
Federal Agency Disc. -Amortizing														
Treasury Discounts -Amortizing														
Miscellaneous Discounts -Amortizing														

City of Lodi
Portfolio Management
Interest Earnings Summary
December 31, 2000

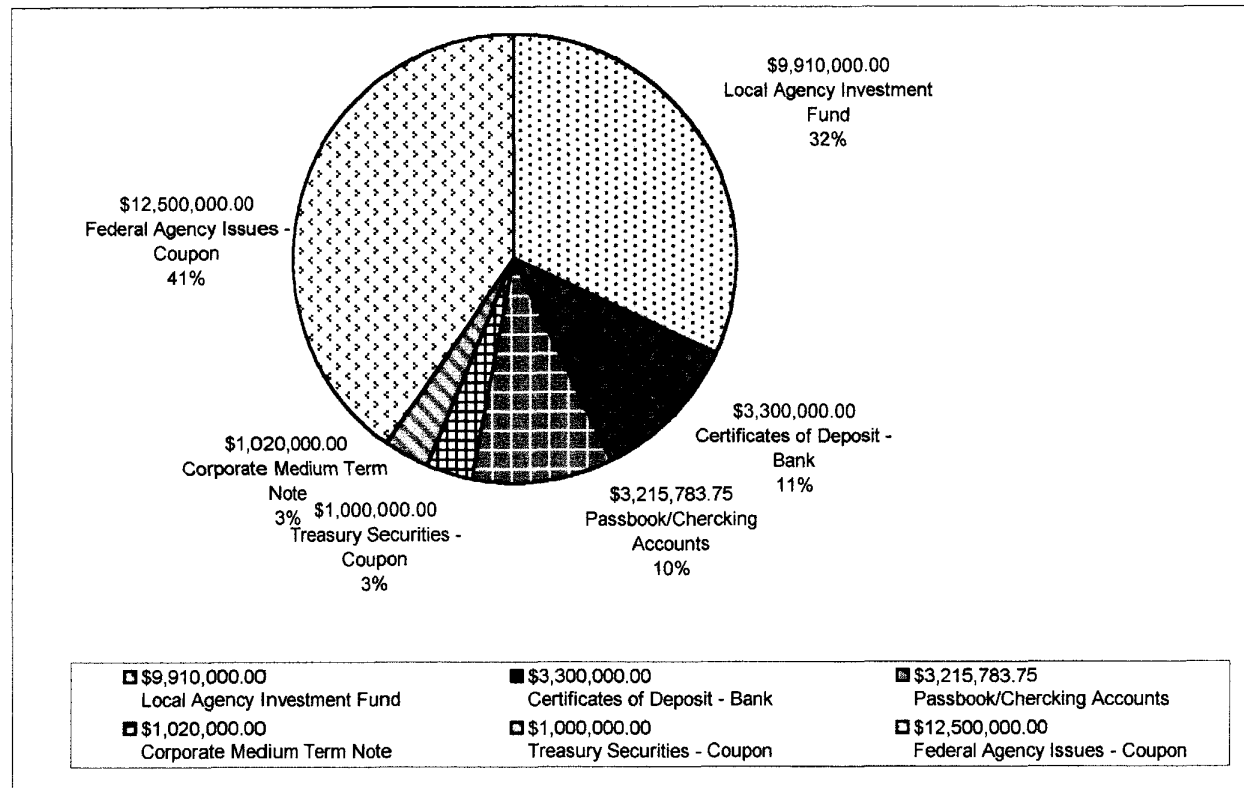
Page 8

	December 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	179,234.97	570,539.57
Plus Accrued Interest at End of Period	163,450.75	163,450.75
Less Accrued Interest at Beginning of Period	(246,448.13)	(173,909.75)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	96,237.59	560,080.57
Adjusted by Premiums and Discounts	1,084.61	6,504.39
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Period	97,322.20	566,584.96
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Period	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	0.00	455,078.34
Plus Accrued Interest at End of Period	229,305.20	229,305.20
Less Accrued Interest at Beginning of Period	(152,951.03)	(221,058.24)
Interest Earned during Period	76,354.17	463,325.30
Total Interest Earned during Period	172,591.76	1,023,405.87
Total Adjustments from Premiums and Discounts	1,084.61	6,504.39
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	173,676.37	1,029,910.26

BREAKDOWN OF TREASURY INVENTORY BY TYPE

December 31, 2000

<u>Type of Security</u>	<u>Amount</u>	<u>Percent of Portfolio</u>	<u>Maximum Maturity</u>
Local Agency Investment Fund	\$9,910,000.00	32.023749%	Indefinite
Certificates of Deposit - Bank	\$3,300,000.00	10.663811%	5 years
Passbook/Checking Accounts	\$3,215,783.75	10.391670%	Indefinite
Corporate Medium Term Note	\$1,020,000.00	3.296087%	5 years
Treasury Securities - Coupon	\$1,000,000.00	3.231458%	5 years
Federal Agency Issues - Coupon	\$12,500,000.00	40.393225%	5 years
	<u>\$30,945,783.75</u>	<u>100.00%</u>	



State of California
Pooled Money Investment Account
Market Valuation
9/30/2000

Carrying Cost Plus								
Description	Accrued Interest	Purch.	Amortized Cost	Fair Value	Accrued Interest			
United States Treasury:								
Bills	\$	2,696,971,482.00	\$	2,766,856,015.29	\$	2,765,830,111.05	NA	
Notes	\$	3,377,163,931.79	\$	3,367,550,739.87	\$	3,372,155,750.00	\$	30,161,227.25
Federal Agency:								
Bonds	\$	2,464,776,278.70	\$	2,464,429,334.25	\$	2,463,297,089.35	\$	34,291,425.61
Floaters	\$	100,000,000.00	\$	100,000,000.00	\$	100,021,000.00	\$	1,001,267.00
MBS	\$	423,673,520.65	\$	423,673,520.65	\$	409,221,528.37	\$	2,298,670.87
GNMA	\$	1,230,915.80	\$	1,230,915.80	\$	1,361,597.16	\$	12,144.58
SBA	\$	324,430,070.59	\$	324,357,878.12	\$	322,771,398.35	\$	3,821,177.79
FHLMC PC	\$	11,964,948.28	\$	11,964,948.28	\$	12,303,831.15	\$	192,292.29
Discount Notes	\$	9,020,523,916.28	\$	9,271,510,947.47	\$	9,271,623,890.11	NA	
Bankers Acceptances	\$	36,707,467.51	\$	37,741,987.72	\$	37,742,829.81	NA	
Corporate:								
Bonds	\$	729,255,461.15	\$	727,692,577.72	\$	723,810,193.44	\$	11,849,598.25
Floaters	\$	1,769,598,499.27	\$	1,769,598,499.27	\$	1,774,726,723.92	\$	14,527,045.82
CDs	\$	7,119,067,092.69	\$	7,117,666,374.94	\$	7,116,932,591.40	\$	127,771,592.88
Bank Notes	\$	1,290,025,941.31	\$	1,290,025,941.31	\$	1,289,876,409.10	\$	21,556,496.48
Repurchase Agreements	\$	-	\$	-	\$	-	NA	
Time Deposits	\$	4,037,440,000.00	\$	4,037,440,000.00	\$	4,037,440,000.00	NA	
AB 55 & GF Loans	\$	2,550,821,107.73	\$	2,550,821,107.73	\$	2,550,821,107.73	NA	
Commercial Paper	\$	8,274,752,096.65	\$	8,356,734,575.92	\$	8,358,070,972.87	NA	
Reverse Repurchase	\$	(1,504,124,416.00)	\$	(1,504,124,416.00)	\$	(1,504,124,416.00)	\$	(7,002,734.21)
TOTAL	\$	42,724,278,314.40	\$	43,115,170,948.33	\$	43,103,882,607.81	\$	240,480,204.61

Fair Value Including Accrued Interest

\$ 43,344,362,812.42

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (.999738182). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$19,994,763.63 or \$20,000,000.00 x .999738182.

**PHILIP ANGELIDES
TREASURER
STATE OF CALIFORNIA**

**INVESTMENT DIVISION SELECTED INVESTMENT DATA
ANALYSIS OF THE POOLED MONEY INVESTMENT ACCOUNT PORTFOLIO
(000 OMITTED)**

September 30, 2000			
<u>TYPE OF SECURITY</u>	AMOUNT	PERCENT	PERCENTAGE CHANGE FROM PRIOR MONTH
Government			
Bills	\$ 2,696,971	6.31	+0.23
Bonds	0	0.00	0
Notes	3,377,164	7.90	+0.68
Strips	0	0.00	0
Total Governments	\$ 6,074,135	14.21	+0.91
 Federal Agency Coupons	 \$ 3,312,880	 7.75	 -0.31
Certificate of Deposits	7,119,067	16.67	-2.68
Bank Notes	1,290,026	3.02	-0.44
Bankers' Acceptances	36,707	0.08	-0.01
Repurchases	0	0.00	0
Federal Agency Discount Notes	9,020,524	21.11	+1.56
Time Deposits	4,037,440	9.45	+0.07
GNMAs	1,231	0.00	0
Commerical Paper	8,274,752	19.37	+1.46
FHLMC	11,965	0.03	0
Corporate Bonds	2,498,854	5.86	-0.12
Pooled Loans	2,550,821	5.97	-0.62
GF Loans	0	0.00	0
Reversed Repurchases	-1,504,124	-3.52	-0.18
Total (All Types)	\$ 42,724,278	100.00	

Average Life of Portfolio as of September 30, 2000 is 192 Days